

# Regulatory Boards

Analyst: Castro

## Historical Summary

<b>OPERATING BUDGET</b>	<b>FY 2005 Total App</b>	<b>FY 2005 Actual</b>	<b>FY 2006 Approp</b>	<b>FY 2007 Request</b>	<b>FY 2007 Gov Rec</b>
<b>BY PROGRAM</b>					
Athletic Commission	32,600	16,500	38,600	30,800	30,800
Board of Accountancy	460,700	327,500	462,600	464,400	459,500
Board of Engineers & Surveyors	423,500	408,300	434,800	559,900	556,500
Board of Professional Geologists	65,300	42,400	67,700	70,900	69,300
Bureau of Occupational Licenses	1,641,900	1,616,400	2,441,100	2,425,000	2,407,900
Certified Shorthand Reporters Bd	24,700	18,600	28,500	29,400	29,200
Outfitters & Guides Licensing Bd	496,000	423,500	502,600	500,800	493,700
Real Estate Commission	1,099,800	967,100	1,122,800	1,396,400	1,384,200
<b>Total:</b>	<b>4,244,500</b>	<b>3,820,300</b>	<b>5,098,700</b>	<b>5,477,600</b>	<b>5,431,100</b>
<b>BY FUND CATEGORY</b>					
Dedicated	4,244,500	3,820,300	5,098,700	5,477,600	5,431,100
Percent Change:		(10.0%)	33.5%	7.4%	6.5%
<b>BY OBJECT OF EXPENDITURE</b>					
Personnel Costs	2,388,000	2,212,700	2,860,100	2,993,500	2,947,000
Operating Expenditures	1,786,900	1,524,000	2,118,500	2,397,300	2,397,300
Capital Outlay	17,100	32,800	67,600	34,300	34,300
Trustee/Benefit	52,500	50,800	52,500	52,500	52,500
<b>Total:</b>	<b>4,244,500</b>	<b>3,820,300</b>	<b>5,098,700</b>	<b>5,477,600</b>	<b>5,431,100</b>
Full-Time Positions (FTP)	46.90	46.90	53.95	56.95	56.95

## Division Description

The Division of Regulatory Boards include eight boards and commissions that regulate various professions in Idaho. Brief descriptions of each are as follows:

The Athletic Commission exists to promote safe and legal professional boxing, wrestling and related events in Idaho.

The Board of Accountancy ensures that standards are maintained for certified public accountants and licensed public accountants in Idaho.

The Board of Professional Engineers and Land Surveyors develops and maintains high qualification standards for professional engineers and land surveyors.

The Board of Professional Geologists sees that geological work in Idaho is conducted by qualified geologists acting in an appropriate and professional manner.

The Bureau of Occupational Licenses exists to provide, under contract, those administrative, investigative, and fiscal services necessary to enable various licensing boards to carry out their mandated responsibilities.

The Certified Shorthand Reporters Board regulates and promotes shorthand reporting services in Idaho.

The Outfitters and Guides Licensing Board regulates outfitter and guide services in Idaho.

The Real Estate Commission ensures ethical and legal real estate practices in Idaho. The commission develops and administers a coordinated education program to meet statutory requirements and to increase the skills and knowledge of those within the real estate profession.

# Regulatory Boards

## Agency Profile

Analyst: Castro

### Performance Measures

	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Act
<b>Board of Accountancy</b>				
Original, renewal, reciprocal CPA licenses	2,360	2,457	2,584	2,733
Test and grade CPA exams	334	390	324	261
Monitor Continuing Education Requirements	2,403	2,399	2,432	2,423
<b>Engineers &amp; Land Surveyors</b>				
Successfully Issue/Renew Licenses	98.2%	98.3%	98.7%	98.1%
Presentations to Various Organizations	40	38	47	51
<b>Professional Geologists</b>				
Registered Geologists	630	630	628	603
Exams Administered	19	10	23	11
Number of Complaints Investigated	0	0	6	8
<b>Occupational Licenses</b>				
Current Licensees	21,937	22,381	25,884	27,156
Applications Received	N/A	2,895	3,880	4,279
New Licenses Issued	2,135	2,237	5,320	3,019
Facility Inspections	2,325	1,715	1,788	1,274
Complaints Received	194	217	194	259
Investigations Completed	118	136	181	142
Disciplinary Actions	31	38	53	45
<b>Certified Shorthand Reporters Board</b>				
Number of Temporary Licenses Issued	4	3	10	8
New Shorthand Reporter Certificates Issued	2	8	7	10
Number of Complaints Received	0	0	3	5
<b>Outfitters &amp; Guides</b>				
Outfitter Licenses Issued	419	419	423	420*
Designated Agent Licenses Issued	300	312	325	327*
Guiding Licenses Issued	2,012	2,096	2,119	2089*
Enforcement Cases Processed	103	206	262	115*
*Numbers provided for 2005 do not include a complete year.				
<b>Real Estate Commission</b>				
New Licenses Issued	961	1,192	1,325	1,934
Total Number of Real Estate Licensees	6,977	7,391	8,110	9,248
Number of Complaints	250	339	484	288
Complaints Dismissed	89	66	64	73
Disciplinary Action Taken	161	273	420	215

# Regulatory Boards Agency Profile

Analyst: Milstead

Free Fund Balances				
Board	FY 2004	FY 2005	FY 2006*	FY 2007*
Athletic Commission	\$2,900	(\$7,100)	(\$12,400)	(\$15,900)
Board of Accountancy	\$485,700	\$499,100	\$409,700	\$328,800
Bd of Prof. Engineers & Surveyors	\$462,200	\$529,100	\$562,000	\$507,800
Real Estate Commission	\$1,704,800	\$2,352,200	\$2,282,400	\$2,292,700
Board of Professional Geologists	\$52,900	\$53,400	\$54,400	\$55,400
Board of Cert. Shorthand Reporters	\$19,300	\$24,100	\$26,100	\$29,100
Outfitters & Guides Licensing Board	\$172,000	\$204,700	\$174,900	\$165,200
* Figures are based on revenue projections for FY 2006 & FY 2007 and original budget request for FY 2007.				

Free Fund Balances Board Programs Administered by Bureau of Occupational Licenses				
Board	FY 2004	FY 2005	FY 2006*	FY 2007*
Acupuncturists	\$ 49,100	\$ 63,900	\$ 79,700	\$ 96,400
Architects	\$ 200,300	\$ 201,600	\$ 204,900	\$ 210,400
Athletic Agents	\$ (7,600)	\$ (10,500)	\$ (13,400)	\$ (16,400)
Barbers	\$ 111,600	\$ 116,500	\$ 101,500	\$ 86,800
Chiropractors	\$ 78,600	\$ 95,400	\$ 113,700	\$ 133,700
Contractors	N/A	N/A	\$ 250,000	\$ 100,000
Cosmetologists	\$ 566,500	\$ 690,900	\$ 828,500	\$ 979,900
Counselors	\$ 85,300	\$ 71,900	\$ 60,700	\$ 51,800
Denturists	\$ (2,100)	\$ (5,200)	\$ (4,000)	\$ (2,400)
Hearing Aid Dealers & Fitters	\$ (18,800)	\$ (25,200)	\$ (31,100)	\$ (36,400)
Landscape Architects	\$ 3,700	\$ 2,100	\$ 4,900	\$ 8,500
Liquefied Petroleum Gas Safety Board	\$ -	\$ -	\$ 26,000	\$ 27,000
Morticians	\$ 66,200	\$ 74,800	\$ 84,600	\$ 95,600
Naturopathic Physicians Licensure Board	N/A	N/A	N/A	\$ 12,000
Nursing Home Administrators	\$ 33,300	\$ 39,700	\$ 46,700	\$ 54,600
Optometrists	\$ 1,900	\$ (8,700)	\$ (13,600)	\$ (17,800)
Podiatrists	\$ 8,800	\$ 15,000	\$ 21,700	\$ 29,100
Psychologists	\$ 5,000	\$ (26,900)	\$ (57,700)	\$ (87,300)
Real Estate Appraisers	\$ 61,300	\$ 121,600	\$ 187,500	\$ 259,200
Residential Care Administrators	\$ 31,800	\$ 21,100	\$ 10,900	\$ 1,240
Speech and Hearing Services Licensure Bd.	\$ (18,800)	\$ (25,200)	\$ (9,600)	\$ 15,200
Social Workers	\$ 69,200	\$ 98,900	\$ 132,400	\$ 169,700
Waste & Wastewater Professionals	\$ 82,800	\$ 185,500	\$ 293,100	\$ 405,900
* Figures are based on revenue projections for FY 2006 & FY 2007.				

# Regulatory Boards

Analyst: Castro

## Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
<b>FY 2006 Original Appropriation</b>	<b>53.95</b>	<b>0</b>	<b>5,098,700</b>	<b>53.95</b>	<b>0</b>	<b>5,098,700</b>
HB 395 One-time 1% Salary Increase	0.00	0	18,800	0.00	0	18,800
Omnibus CEC Supplemental	0.00	0	0	0.00	0	24,900
<b>FY 2006 Total Appropriation</b>	<b>53.95</b>	<b>0</b>	<b>5,117,500</b>	<b>53.95</b>	<b>0</b>	<b>5,142,400</b>
Removal of One-Time Expenditures	0.00	0	(171,500)	0.00	0	(171,500)
<b>FY 2007 Base</b>	<b>53.95</b>	<b>0</b>	<b>4,946,000</b>	<b>53.95</b>	<b>0</b>	<b>4,970,900</b>
Benefit Costs	0.00	0	37,700	0.00	0	(52,200)
Inflationary Adjustments	0.00	0	29,000	0.00	0	29,000
Replacement Items	0.00	0	28,300	0.00	0	28,300
Statewide Cost Allocation	0.00	0	12,100	0.00	0	12,100
Change in Employee Compensation	0.00	0	21,700	0.00	0	40,200
Nondiscretionary Adjustments	0.00	0	26,900	0.00	0	26,900
<b>FY 2007 Program Maintenance</b>	<b>53.95</b>	<b>0</b>	<b>5,101,700</b>	<b>53.95</b>	<b>0</b>	<b>5,055,200</b>
1. Imaging System	0.00	0	47,500	0.00	0	47,500
2. New Assistant Director	1.00	0	82,900	1.00	0	82,900
3. Newsletter & On-line Feature Additions	0.00	0	1,200	0.00	0	1,200
4. Newsletter & On-line Feature Additions	0.00	0	600	0.00	0	600
5. Licensing Office Specialist 2	1.00	0	33,400	1.00	0	33,400
6. Consultant	0.00	0	50,000	0.00	0	50,000
7. New Enforcement FTE	1.00	0	53,300	1.00	0	53,300
8. Education	0.00	0	95,000	0.00	0	95,000
9. Naturopathic Physicians Licensure Bd.	0.00	0	12,000	0.00	0	12,000
<b>FY 2007 Total</b>	<b>56.95</b>	<b>0</b>	<b>5,477,600</b>	<b>56.95</b>	<b>0</b>	<b>5,431,100</b>
Change from Original Appropriation	3.00	0	378,900	3.00	0	332,400
% Change from Original Appropriation			7.4%			6.5%

# Regulatory Boards

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<b>FY 2006 Original Appropriation</b>					
	53.95	0	5,098,700	0	5,098,700

## HB 395 One-time 1% Salary Increase

Reflects a one-time 1% Change in Employee Compensation (CEC) increase.

Agency Request	0.00	0	18,800	0	18,800
Governor's Recommendation	0.00	0	18,800	0	18,800

## Omnibus CEC Supplemental

Agency Request	0.00	0	0	0	0
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The Governor's FY 2007 recommendation is a 3% ongoing increase in employee compensation (CEC), based on merit, to commence in FY 2006 with the January 29 pay period. This will allow agencies to fund employee compensation increases for ten pay periods prior to the end of the current fiscal year. Funding for the remaining 16 pay periods is provided in the FY 2007 CEC.

Governor's Recommendation	0.00	0	24,900	0	24,900
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<b>FY 2006 Total Appropriation</b>					
Agency Request	53.95	0	5,117,500	0	5,117,500
Governor's Recommendation	53.95	0	5,142,400	0	5,142,400

## Removal of One-Time Expenditures

Removes funding providing for HB395, the 27th pay period, and other one-time items.

Agency Request	0.00	0	(171,500)	0	(171,500)
Governor's Recommendation	0.00	0	(171,500)	0	(171,500)

<b>FY 2007 Base</b>					
Agency Request	53.95	0	4,946,000	0	4,946,000
Governor's Recommendation	53.95	0	4,970,900	0	4,970,900

## Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 6.1% or \$436 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include minor adjustments in unemployment insurance rates and workers compensation rates.

Agency Request	0.00	0	37,700	0	37,700
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Removes the PERSI rate increase and changes benefit costs to reflect a 3.5% or \$250 per FTP increase in health insurance costs. However, the change in health insurance providers, from Blue Shield to Blue Cross, has created a one-time opportunity to use unexpended reserves from the previous contract. This decision unit provides for a health insurance premium reduction equal to two month's premiums for both the employer and employee. Finally, a life insurance holiday is included equal to seven month's premium for the employer's share only.

Governor's Recommendation	0.00	0	(52,200)	0	(52,200)
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## Inflationary Adjustments

Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	0	29,000	0	29,000
Governor's Recommendation	0.00	0	29,000	0	29,000

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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## Replacement Items

Professional Eng. & Land Surveyors Board: Replacement capital includes a postage meter (\$3,000); a laptop (\$2,000); and a printer (\$1,000) for a total of \$6,000 in replacement costs.

Real Estate Commission: Replacement capital includes a phone system (\$18,000), a TV (\$400), a VCR/DVD player (\$200), a fax machine (\$1,300). On-going replacement operating expenses include a copier (\$1,900) and miscellaneous library books (\$500) for a total of \$22,300 in replacement costs.

Agency Request	0.00	0	28,300	0	28,300
Governor's Recommendation	0.00	0	28,300	0	28,300

## Statewide Cost Allocation

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services and includes changes in property and casualty insurance premiums. This decision unit also includes changes in fees charged for legislative audits and changes in the cost of office space leased to state agencies by the Department of Administration.

Agency Request	0.00	0	12,100	0	12,100
Governor's Recommendation	0.00	0	12,100	0	12,100

## Change in Employee Compensation

Calculated cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	0	21,700	0	21,700
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*Provides funding for the remaining 16 pay periods to annualize the 3% ongoing change in employee compensation recommended in the omnibus CEC supplemental.*

Governor's Recommendation	0.00	0	40,200	0	40,200
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## Nondiscretionary Adjustments

Board of Prof. Engineers & Land Surveyors: Non-discretionary increases included an increase in the membership costs for the national organization that prepares the licensure and certification as well as an increase of \$5 per examination charged by the national organization. The total cost is \$3,500 in operating expense.

Real Estate Commission: Non-discretionary increase request includes an adjustment for an increase in the commission's office lease costs (\$15,900); and on-going maintenance and development costs for the Real Estate Commission's computerized record keeping system (\$7,500).

Agency Request	0.00	0	26,900	0	26,900
Governor's Recommendation	0.00	0	26,900	0	26,900

## FY 2007 Program Maintenance

Agency Request	53.95	0	5,101,700	0	5,101,700
Governor's Recommendation	53.95	0	5,055,200	0	5,055,200

### 1. Imaging System

### Board of Prof. Engineers & Land Surveyors

Request to purchase an imaging system to replace current paper-intensive methods of record retention, renewals, and database maintenance. The breakout of costs are \$45,000 in operating expenses of which \$15,000 is for software purchases and \$30,000 is the cost to image the backlog of records. The capital outlay request is for \$2,500 in capital outlay of which \$1,000 will purchase a scanner and \$1,500 is for a new server.

Agency Request	0.00	0	47,500	0	47,500
Governor's Recommendation	0.00	0	47,500	0	47,500

# Regulatory Boards

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<b>2. New Assistant Director</b>	<b>Board of Prof. Engineers &amp; Land Surveyors</b>				
The Board of Professional Engineers & Land Surveyors requests to add one non-classified position to act as an assistant director covering mainly investigations, IT management, and credentials evaluation. The agency currently has 3 full-time employees and has not added any new positions in 35 years. The number of licensees has increased from 2,100 to 10,000. The breakout of costs is \$68,800 in on-going personnel costs of which \$46,400 is for salary and \$18,300 is for benefits; \$10,000 in on-going operating costs for travel and per diem; and \$4,100 in one-time capital outlay purchases to outfit the new position with a computer and office furniture.					
Agency Request	1.00	0	82,900	0	82,900
Governor's Recommendation	1.00	0	82,900	0	82,900
<b>3. Newsletter &amp; On-line Feature Additions</b>	<b>Board of Professional Geologists</b>				
The board is requesting spending authority to add an annual newsletter and on-line renewal capabilities to the services currently offered by the Geologist Board.					
Agency Request	0.00	0	1,200	0	1,200
Governor's Recommendation	0.00	0	1,200	0	1,200
<b>4. Newsletter &amp; On-line Feature Additions</b>	<b>Certified Shorthand Reporters Board</b>				
The board is requesting spending authority to add an annual newsletter and on-line renewal capabilities to the services currently offered by the CSR board.					
Agency Request	0.00	0	600	0	600
Governor's Recommendation	0.00	0	600	0	600
<b>5. Licensing Office Specialist 2</b>	<b>Real Estate Commission</b>				
Due to a 33% increase from 2002 to 2005 in the number licensees and a 101% increase in the average number of people applying monthly for a new license, the commission is requesting an additional office specialist 2 to assist with the increased workload. The cost breakdown is \$32,200 in on-going personnel costs of which \$20,000 is salary expense and \$12,200 is benefit costs; \$300 in on-going operating expenses; and \$900 in one-time capital costs to outfit a workstation.					
Agency Request	1.00	0	33,400	0	33,400
Governor's Recommendation	1.00	0	33,400	0	33,400
<b>6. Consultant</b>	<b>Real Estate Commission</b>				
The Real Estate Commission is requesting spending authority to hire a consultant that will assist the commission with determining needs for a new electronic document management system. The consultant will also be responsible to assist in the RFP development process. The estimated cost is \$50,000.					
Agency Request	0.00	0	50,000	0	50,000
Governor's Recommendation	0.00	0	50,000	0	50,000
<b>7. New Enforcement FTE</b>	<b>Real Estate Commission</b>				
This request is for an additional investigator in the enforcement department of the Real Estate Commission. The number of disciplinary actions has increased by 118% and the number of complaints has increased by 14.7%. The cost breakdown is \$52,100 in on-going personnel costs; \$300 in on-going operating expenses; and \$900 in one-time capital outlay items to set up a workstation for the new person.					
Agency Request	1.00	0	53,300	0	53,300
Governor's Recommendation	1.00	0	53,300	0	53,300
<b>8. Education</b>	<b>Real Estate Commission</b>				
The Real Estate Commission is requesting the authority to spend fine monies collected during the previous fiscal year. The intended scope of work will be determining education needs and developing training to reduce the number of incorrect actions on the part of licensees.					
Agency Request	0.00	0	95,000	0	95,000
Governor's Recommendation	0.00	0	95,000	0	95,000

# Regulatory Boards

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
9. Naturopathic Physicians Licensure Bd.			Bureau of Occupational Licenses		
The request is to fund the Naturopathic Physicians Licensure Board's allocated share of office, equipment, and IT resource costs.					
Agency Request	0.00	0	12,000	0	12,000
Governor's Recommendation	0.00	0	12,000	0	12,000
FY 2007 Total					
Agency Request	56.95	0	5,477,600	0	5,477,600
Governor's Recommendation	56.95	0	5,431,100	0	5,431,100
Agency Request					
Change from Original App	3.00	0	378,900	0	378,900
% Change from Original App	5.6%		7.4%		7.4%
Governor's Recommendation					
Change from Original App	3.00	0	332,400	0	332,400
% Change from Original App	5.6%		6.5%		6.5%